



ECONOMIC AND SOCIAL STABILIZATION FUND

Quarterly Executive Report as of June 2011

I. As of June 2011

Changes in Market Value (US\$ million)	2007	2008	2009	2010	2011				Since Inception ⁽¹⁾
					1Q	April	May	June	
Starting Market Value	0.00	14,032.61	20,210.68	11,284.78	12,720.10	12,941.80	13,269.99	13,196.58	-
Contributions	13,100.00	5,000.00	0.00	1,362.33	0.00	0.00	0.00	0.00	19,462.33
Withdrawals	0.00	0.00	-9,277.71	-150.00	0.00	0.00	0.00	0.00	-9,427.71
Accrued Interest	326.15	623.95	404.27	227.63	62.58	22.75	18.62	20.40	1,706.37
Capital Gains (Losses)	606.81	556.08	-50.83	-3.51	159.37	305.54	-92.03	54.40	1,535.82
Admin., Custody and Other Costs ⁽²⁾	-0.35	-1.96	-1.62	-1.13	-0.26	-0.11	0.00	-0.21	-5.64
Final Market Value	14,032.61	20,210.68	11,284.78	12,720.10	12,941.80	13,269.99	13,196.58	13,271.17	13,271.17

(1) The ESSF was established by the merger of the fiscal assets saved under Decree Law N°3.653 (1981) with those of the Copper Income Compensation Fund. The first payment into the new fund was made on March 6, 2007.

(2) It includes costs associated with consultants and others.

US\$ million	Currency	Q1 2011	Q2 2011	Difference
Sovereign	USD	5,470.8	5,590.5	119.7
	EUR	4,412.6	4,505.4	92.8
	JPY	1,080.7	1,112.5	31.8
Banks	USD	999.6	1,040.6	41.0
	EUR	786.0	804.0	18.0
	JPY	192.1	218.2	26.1
Supranational	USD	0.0	0.0	0.0
	EUR	0.0	0.0	0.0
	JPY	0.0	0.0	0.0
Total	USD	6,470.4	6,631.1	160.7
	EUR	5,198.6	5,309.4	110.8
	JPY	1,272.8	1,330.7	57.9
Total		12,941.8	13,271.2	329.4
Duration (years)		2.45	2.37	-0.08
Duration (days)		894	865	-29

Source: Ministry of Finance based on JPMorgan information

Portfolio by currency	Q1 2011	Q2 2011	Difference
USD	50.0%	50.0%	0.0%
EUR	40.2%	40.0%	-0.2%
JPY	9.8%	10.0%	0.2%
Total	100.0%	100.0%	0.0%

Sovereign Exposure	Q1 2011	Q2 2011	Difference
United states	42.3%	42.1%	-0.1%
Germany	34.1%	33.9%	-0.1%
Japan	8.4%	8.4%	0.0%
Total	84.7%	84.5%	-0.3%

Banking Exposure	Q1 2011	Q2 2011	Difference
Germany	1.1%	4.2%	3.1%
France	1.5%	2.6%	1.1%
Netherlands	2.0%	2.5%	0.5%
Austria	1.2%	1.6%	0.4%
Australia	0.0%	0.8%	0.8%
Belgium	1.5%	0.8%	-0.6%
Switzerland	0.4%	0.8%	0.4%
Spain	1.3%	0.7%	-0.6%
Japan	0.0%	0.7%	0.7%
Italy	1.8%	0.4%	-1.4%
Sweden	0.5%	0.2%	-0.3%
United Kingdom	4.0%	0.2%	-3.9%
Others	0.0%	0.0%	0.0%
Total	15.3%	15.5%	0.3%

Supranational Exposure	Q1 2011	Q2 2011	Difference
Supranational	0.0%	0.0%	0.0%
Total	0.0%	0.0%	0.0%

Total	100.0%	100.0%	-
--------------	---------------	---------------	----------

Source: Ministry of Finance based on JPMorgan information

	2007 ^(a)	2008	2009	2010	2011		Since Inception
					Q1	Q2	
Return in USD	8.89%	7.63%	2.47%	1.83%	1.74%	2.54%	5.90%
Benchmark in USD	9.10%	7.76%	2.63%	1.99%	1.71%	2.50%	6.04%
Excess return (bp)	-21	-13	-16	-16	3	4	-14
Exchange rate (CLP)	-8.07%	26.80%	-19.50%	-7.52%	2.93%	-2.27%	-3.13%
Return in CLP	0.82%	34.43%	-17.03%	-5.69%	4.67%	0.27%	2.77%

^(a) It's calculated from March 31, 2007, when the performance of Central Bank of Chile started to be measured.

	Q2 2011 ^(a)
Standard Deviation	6.61%
Tracking Error (expost) (bp)	18

^(a) Calculated from the last 30 monthly returns, annualized.

Other Flows in US\$	Q2 2011
Administration (BCCh)	-155,285
Custody (JP Morgan)	-160,942
Others	0
Total Costs	-316,227
Securities Lending	498,541
Total Other flows	182,313

Source: Ministry of Finance based on JPMorgan and BCCh information

Returns for periods of more than one year are compound annualized rates while those for less than a year correspond to the change as seen in the stated period. With a view to meeting high standards of transparency and providing a better assessment of the gains or losses on investments, the Ministry of Finance discloses the fund's return in different time horizons and currencies. With respect to the horizon, it is important to note that, in keeping with the medium- and long-term investment policy, the return assessment should focus on that period, disregarding fluctuations that may occur monthly or quarterly. With regard to returns expressed in different currencies, the return in US dollars allows for an assessment which is more in line with the investment policy given that the fund's resources are wholly invested abroad and in foreign currency. The return in Chilean pesos is also disclosed. This return reflects changes in the peso-dollar exchange rate and, therefore, may experience greater fluctuations. Finally, as with any investment, returns obtained in the past do not guarantee future positive results.